

State of Misconsin LEGISLATIVE REFERENCE BUREAU

RESEARCH APPENDIX - PLEASE DO NOT REMOVE FROM DRAFTING FILE

Date Transfer Requested: 03/04/2011 (Per: CMH)

A ➡ The 2011 drafting file for LRB-0805

B ★ The 2011 drafting file for LRB-0808

C **☞** The 2011 drafting file for LRB–1059

D ☞ The 2011 drafting file for LRB–1369

Compile Draft – Appendix A ... segment II

has been transered to the drafting file for

2011 LRB-1465*

* One of the compile drafts used in the creation of AB 40 & SB 27 (2011 Budget Bill)



In: 2/7/11



State of Misconsin 2011 - 2012 LEGISLATURE



KWNR

DOA:.....Hoechst, BB0169 - Transfer housing assistance from Commerce to WHEDA

FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION

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AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau COMMERCE AND ECONOMIC DEVELOPMENT

COMMERCE

This is a preliminary draft. An analysis will be provided in a subsequent version of this draft.

Because this bill directly or substantially affects the development, construction, cost or availability of housing in this state, the Department of Commerce, as required by law, will prepare a report to be printed as an appendix to this bill.

For further information see the **state and local** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

*****Note: This draft assumes that LRB-0624/3, or a substantially similar proposal, will be enacted. If that does not occur, or if LRB-0624 is substantially modified before or after introduction, this draft may need to be revised.



1	SECTION 1. 13.099 (1) (b) of the statutes is amended to read:
2	13.099 (1) (b) "State housing strategy plan" means the plan developed under
3	s. 560.9802 <u>234.5602</u> .
4	Section 2. 13.099 (3) (a) 5. of the statutes is amended to read:
5	13.099 (3) (a) 5. Housing costs, as defined in s. 560.9801 234.5601 (3) (a) and
6	(b).
7	Section 3. 16.40 (24) of the statutes is created to read:
8	16.40 (24) Ensure performance of a duty or satisfaction of an obligation
9	transferred to the Wisconsin Housing and Economic Development Authority under
10	2011 Wisconsin Act (this act), section 9110 (1), if the Wisconsin Housing and
11	Economic Development Authority fails to perform the duty or satisfy the obligation.
	****Note: The section above requires DOA to perform a duty or satisfy an obligation transferred in this draft from Commerce to WHEDA, if WHEDA fails to perform the duty or satisfy the obligation. Is this okay?
12	Section 4. 20.143 (2) (a) of the statutes is renumbered 20.490 (7) (a) and
13	amended to read:
14	20.490 (7) (a) General program operations. The amounts in the schedule for
15	general program operations under subch. X of ch. 560 ss. 234.5601 to 234.5615.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
16	SECTION 5. 20.143 (2) (b) of the statutes is renumbered 20.490 (7) (b) and
17	amended to read:
18	20.490 (7) (b) Housing grants and loans; general purpose revenue. Biennially,
19	the amounts in the schedule for grants and loans under s. 560.9803, 234.5603 and
20	for grants under s. 560.9805 and 2009 Wisconsin Act 28, section 9110 (12u), and for
21	the grant under 2009 Wisconsin Act 2, section 9110 (1) 234.5605.

<u>234.5611</u>.

****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

1	Section 6. 20.143 (2) (c) of the statutes is renumbered 20.490 (7) (c) and
2	amended to read:
3	20.490 (7) (c) Payments to designated agents. The amounts in the schedule for
4	payments for services provided by agents designated under s. 560.9804 234.5604 (2),
5	in accordance with agreements entered into under s. $560.9804 \ \underline{234.5604}$ (1).
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
6	SECTION 7. 20.143 (2) (fm) of the statutes is renumbered 20.490 (7) (fm) and
7	amended to read:
8	20.490 (7) (fm) Shelter for homeless and transitional housing grants.
9	Biennially, the amounts in the schedule for transitional housing grants under s.
10	560.9806 234.5606 and for grants to agencies and shelter facilities for homeless
11	individuals and families as provided under s. 560.9808 234.5608. Notwithstanding
12	ss. 20.001 (3) (a) and 20.002 (1), the department authority may transfer funds
13	between fiscal years under this paragraph.
	*****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
14	SECTION 8. 20.143 (2) (fr) of the statutes is renumbered 20.490 (7) (fr) and
15	amended to read:
16	20.490 (7) (fr) Mental health for homeless individuals. The amounts in the
17	schedule for mental health services for homeless individuals under s. 560.9811

****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 9. 20.143 (2) (gg) of the statutes is renumbered 20.490 (7) (gg).

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amended to read:

1	SECTION 10. 20.143 (2) (h) of the statutes is renumbered 20.490 (7) (h) and
2	amended to read:
3	20.490 (7) (h) Funding for the homeless. All moneys received from interest on
4	real estate trust accounts under s. 452.13 for grants under s. 560.9807 234.5607 , and
5	all moneys received under s. 704.05 (5) (a) 2., for grants to agencies and shelter
6	facilities for homeless individuals and families under s. $560.9808234.5608(2)(a)$ and
7	(b).
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
8	Section 11. 20.143 (2) (k) of the statutes is renumbered 20.490 (7) (k) and
9	amended to read:
10	20.490 (7) (k) Sale of materials or services. All moneys received from the sale
11	of materials or services related to housing assistance under subch. X of ch. 560 ss.
12	234.5601 to 234.5615 to the department authority or other to state agencies, for the
13	purpose of providing those materials and services.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
14	SECTION 12. 20.143 (2) (kg) of the statutes is renumbered 20.490 (7) (kg) and
15	amended to read:
16	20.490 (7) (kg) Housing program services. All moneys received from other state
17	agencies for housing program services, for the purpose of providing housing program
18	services.
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

Section 13. 20.143(2) (m) of the statutes is renumbered 20.490(7) (m) and

1	20.490 (7) (m) Federal aid; state operations. All moneys received from the
2	federal government for state operations related to housing assistance under subch.
3	X of ch. 560 ss. 234.5601 to 234.5615, as authorized by the governor under s. 16.54,
4	for the purposes of state operations.
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
	****NOTE: Does federal law pose any obstacle to the transfer of the above appropriation to WHEDA?
5	Section 14. 20.143 (2) (n) of the statutes is renumbered 20.490 (7) (n) and
6	amended to read:
7	20.490 (7) (n) Federal aid; local assistance. All moneys received from the
8	federal government for local assistance related to housing assistance under subch.
9	X of ch. 560 ss. 234.5601 to 234.5615, as authorized by the governor under s. 16.54,
10	for the purposes of providing local assistance.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
	****NOTE: Does federal law pose any obstacle to the transfer of the above appropriation to WHEDA?
11	Section 15. 20.143 (2) (o) of the statutes is renumbered 20.490 (7) (o) and
12	amended to read:
13	20.490 (7) (o) Federal aid; individuals and organizations. All moneys received
14	from the federal government for aids to individuals and organizations related to
15	housing assistance under subch. X of ch. 560 ss. 234.5601 to 234.5615, as authorized
16	by the governor under s. 16.54, for the purpose of providing aids to individuals and
-17	organizations.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
	****NOTE: Does federal law pose any obstacle to the transfer of the above appropriation to WHEDA?

Section 16. 20.490 (7) (title) of the statutes is created to read:

20.490 (7) ((title)	HOUSING ASSISTANCE.
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SECTION 17. 23.15 (1) of the statutes is amended to read:

23.15 (1) The natural resources board may sell, at public or private sale, lands and structures owned by the state under the jurisdiction of the department of natural resources, except central or district office facilities, when the natural resources board determines that said the lands are no longer necessary for the state's use for conservation purposes and, if real property, the real property is not the subject of a petition under s. 560.9810 234.5610 (2).

SECTION 18. 50.01 (1g) (c) of the statutes is amended to read:

50.01 (1g) (c) A shelter facility as defined under s. 560.9808 234.5608 (1) (d).

SECTION 19. 51.35 (5) of the statutes is amended to read:

51.35 (5) Residential Living arrangements; transitionary services. The department and any person, director, or board authorized to discharge or transfer patients under this section shall ensure that a proper residential living arrangement and the necessary transitionary services are available and provided for the patient being discharged or transferred. Under this subsection, a proper residential living arrangement may not include a shelter facility, as defined under s. 560.9808 234.5608 (1) (d), unless the discharge or transfer to the shelter facility is made on an emergency basis for a period not to exceed 10 days.

SECTION 20. 84.09 (5) (a) of the statutes is amended to read:

84.09 (5) (a) Subject to pars. (b) and (c) and to the approval of the governor, the department may sell at public or private sale property of whatever nature owned by the state and under the jurisdiction of the department when the department determines that the property is no longer necessary for the state's use for transportation purposes and, if real property, the real property is not the subject of

a petition under s. 560.9810 234.5610 (2). The department shall present to the governor a full and complete report of the property to be sold, the reason for the sale, and the minimum price for which the same should be sold, together with an application for the governor's approval of the sale. The governor shall thereupon make such investigation as he or she may deem necessary and approve or disapprove the application. Upon such approval and receipt of the full purchase price, the department shall by appropriate deed or other instrument transfer the property to the purchaser. The approval of the governor is not required for public or private sale of property having an appraised value at the time of sale of not more than \$15,000, for the transfer of surplus state real property to the department of administration under s. 560.9810 234.5610, or for the transfer of surplus state personal property to the department of tourism under sub. (5s). The funds derived from sales under this subsection shall be deposited in the transportation fund, and the expense incurred by the department in connection with the sale shall be paid from such fund.

Section 21. 84.09 (5) (b) of the statutes is amended to read:

84.09 (5) (b) Subject to the approval of the governor in the manner, scope, and form specified in par. (a), with respect to the sale of property acquired by the department for a project that is completed after May 25, 2006, the department shall, and with respect to the sale of property acquired by the department for a project that is completed before May 25, 2006, the department may offer for sale or transfer ownership of the property that the department determines is no longer necessary for the state's use for transportation purposes, if the property is not the subject of a petition under s. 560.9810 234.5610 (2). This disposition process shall take place within 24 months of the completion of the transportation project for which the property was acquired. Except as provided in par. (c) 3., the department shall offer

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limited and general marketable properties at appraised value, as determined by a state-certified or licensed appraiser, for not less than 12 months. If the department does not sell the property at or above its appraised value, the department shall offer the property for sale by means of sealed bids or public auction. For the purposes of this paragraph, a project is completed when final payment is made under the contract for the project.

Section 22. 84.09 (5r) of the statutes is amended to read:

84.09 (5r) In lieu of the sale or conveyance of property under sub. (5) or (5m), the department may, subject to the approval of the governor, donate real property that is adjacent to the veterans memorial site located at The Highground in Clark County and owned by the state and under the jurisdiction of the department to the Wisconsin Vietnam Veterans Memorial Project, Inc., for the purpose of the veterans memorial site located at The Highground in Clark County for the purpose of a memorial hall specified in s. 70.11 (9). The department may donate property under this subsection only when the department determines that the property is no longer necessary for the state's use for transportation purposes and is not the subject of a petition under s. 560.9810 234.5610 (2) and is transferred with a restriction that the donee may not subsequently transfer the real property to any person except to this state, which shall not be charged for any improvements thereon. Such restriction shall be recorded in the office of the register of deeds in the county in which the property is located. The department shall present to the governor a full and complete report of the property to be donated, the reason for the donation, and the minimum price for which the property could likely be sold under sub. (5), together with an application for the governor's approval of the donation. The governor shall thereupon make such investigation as he or she considers necessary and approve or

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disapprove the application. Upon such approval, the department shall by appropriate deed or other instrument transfer the property to the donee. The approval of the governor is not required for donation of property having an appraised value at the time of donation of not more than \$15,000. Any expense incurred by the department in connection with the donation shall be paid from the transportation fund.

Section 23. 85.09 (4i) of the statutes is amended to read:

85.09 (4i) DISPOSAL OF RAIL PROPERTY. The department shall sell at public or private sale rail property acquired under sub. (4) when the department determines that the rail property is not necessary for a public purpose and, if real property, the real property is not the subject of a petition under s. 560.9810 234.5610 (2). Upon receipt of the full purchase price, the department shall, by appropriate deed or other instrument, transfer the rail property to the purchaser. The funds derived from sales under this subsection shall be deposited in the transportation fund, and the expense incurred by the department in connection with the sale shall be paid from the appropriation under s. 20.395 (2) (bq). This subsection does not apply to real property that is sold under s. 16.848.

Section 24. 114.33 (10) of the statutes is amended to read:

114.33 (10) Subject to the approval of the governor under this subsection, the secretary may sell at public or private sale property of whatever nature owned by the state and under the jurisdiction of the secretary when the secretary determines that the property is no longer necessary for the state's use for airport purposes and, if real property, the real property is not the subject of a petition under s. 560.9810 234.5610. The secretary shall present to the governor a full and complete report of the property to be sold, the reason for the sale, and the minimum price for which the property

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should be sold, together with an application for the governor's approval of the sale.
The governor shall investigate the proposed sale as he or she deems necessary and
approve or disapprove the application. Upon approval and receipt of the full
purchase price, the secretary shall by appropriate deed or other instrument transfer
the property to the purchaser. The funds derived from the sale shall be deposited in
the appropriate airport fund, and the expense incurred by the secretary in
connection with the sale shall be paid from that fund. This subsection does not apply
to real property that is sold under s. 16.848.

Section 25. 196.491 (2) (e) of the statutes is amended to read:

196.491 (2) (e) Any state agency, as defined in s. 560.9810 234.5610 (1), county, municipality, town, or person may submit written comments to the commission on a strategic energy assessment within 90 days after copies of the draft are issued under par. (b).

SECTION 26. 227.115 (1) (b) of the statutes is amended to read:

227.115 (1) (b) "State housing strategy plan" means the plan developed under s. 560.9802 <u>234.5602</u>.

SECTION 27. 227.115 (3) (a) 5. of the statutes is amended to read:

227.115 (3) (a) 5. Housing costs, as defined in s. 560.9801 234.5601 (3) (a) and

(b).

Section 28. 234.034 of the statutes is amended to read:

234.034 Consistency with state housing strategy plan. Subject to agreements with bondholders or noteholders, the authority shall exercise its powers and perform its duties related to housing consistent with the state housing strategy plan under s. 560.9802 234.5602.

Section 29. 234.06 (1) of the statutes is amended to read:

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234.06 (1) The authority may, as authorized in the state housing strategy plan under s. 560.9802 234.5602, use the moneys held in the housing development fund to make temporary loans to eligible sponsors, with or without interest, and with such security for repayment, if any, as the authority determines reasonably necessary and practicable, solely from the housing development fund, to defray development costs for the construction of proposed housing projects for occupancy by persons and families of low and moderate income. No temporary loan may be made unless the authority may reasonably anticipate that satisfactory financing may be obtained by the eligible sponsor for the permanent financing of the housing project.

Section 30. 234.06 (3) of the statutes is amended to read:

234.06 (3) The authority may, as authorized in the state housing strategy plan under s. 560.9802 234.5602, use the moneys held in the housing development fund to establish and administer programs of grants to counties, municipalities, and eligible sponsors of housing projects for persons of low and moderate income, to pay organizational expenses, administrative costs, social services, technical services, training expenses, or costs incurred or expected to be incurred by counties, municipalities, or sponsors for land and building acquisition, construction, improvements, renewal, rehabilitation, relocation, or conservation under a plan to provide housing or related facilities, if the costs are not reimbursable from other private or public loan, grant, or mortgage sources.

SECTION 31. 234.165 (2) (b) 2. of the statutes is amended to read:

234.165 (2) (b) 2. Annually before August 31 the authority shall submit to the governor a plan for expending or encumbering the actual surplus reported under subd. 1. The part of the plan related to housing shall be consistent with the state housing strategy plan under s. 560.9802 234.5602. The plan submitted under this

subdivision may be attached to and submitted as a part of the report filed under subd
1.

SECTION 32. 234.25 (1) (e) of the statutes is amended to read:

234.25 (1) (e) An evaluation of its progress in implementing within its own housing programs the goals, policies, and objectives of the state housing strategy plan under s. 560.9802 234.5602, and recommendations for legislation to improve its ability to carry out its programs consistent with the state housing strategy plan.

SECTION 33. 256.35 (3m) (h) of the statutes is amended to read:

256.35 (3m) (h) Other charges prohibited. No local government or state agency, as defined in s. 560.9810 234.5610 (1), except the commission, may require a wireless provider to collect or pay a surcharge or fee related to wireless emergency telephone service.

Section 34. 452.13 (2) (b) 3. of the statutes is amended to read:

452.13 (2) (b) 3. Furnish the department of regulation and licensing with a letter authorizing the department of regulation and licensing and the department of commerce Wisconsin Housing and Economic Development Authority to examine and audit the interest-bearing common trust account whenever the department of regulation and licensing or the department of commerce Wisconsin Housing and Economic Development Authority considers it necessary.

****NOTE: The above section transfers from Commerce to WHEDA the authority to examine and audit real estate brokers' interest-bearing trust accounts. Is this okay, or should the examination/audit authority be limited to the successor to DRL? Also note that the Department of Regulation and Licensing name-change is included in a separate bill draft; when the drafts are compiled, we will at that point resolve any inconsistencies.

SECTION 35. 452.13 (2) (bm) of the statutes is amended to read:

1	452.13 (2) (bm) The department of regulation and licensing shall forward to the
2	department of commerce Wisconsin Housing and Economic Development Authority
3	the information and documents furnished under par. (b).
4	SECTION 36. 452.13 (2) (d) of the statutes is amended to read:
5	452.13 (2) (d) The department of commerce Wisconsin Housing and Economic
6	Development Authority is the beneficial owner of the interest accruing to the
7	interest-bearing common trust account, minus any service charges or fees.
8	SECTION 37. 452.13 (2) (e) 1. of the statutes is amended to read:
9	452.13 (2) (e) 1. Annually, before February 1, remit to the department of
10	commerce Wisconsin Housing and Economic Development Authority the total
11	interest or dividends, minus service charges or fees, earned on the average daily
12	balance in the interest-bearing common trust account during the 12 months ending
13	on the previous December 31. A depository institution is not required to remit any
14	amount if the total interest or dividends for that period is less than \$10 before any
15	deduction for service charges or fees.
16	SECTION 38. 452.13 (2) (e) 2. of the statutes is amended to read:
17	452.13 (2) (e) 2. When the interest remittance is sent, furnish to the
18	department of commerce Wisconsin Housing and Economic Development Authority
19	and to the broker maintaining the interest-bearing common trust account a
20	statement that includes the name of the broker for whose account the remittance is
21	made, the rate of interest applied, the amount of service charges or fees deducted,
22	if any, and the account balance for the period that the statement covers.

SECTION 39. 452.13 (2) (f) 2. of the statutes is amended to read:

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1	452.13 (2) (f) 2. May not assess a service charge or fee for an interest-bearing
2	common trust account against the department of commerce Wisconsin Housing and
3	Economic Development Authority.
4	SECTION 40. 452.13 (2) (f) 3. of the statutes is amended to read:
5	452.13 (2) (f) 3. May deduct a service charge or fee from the interest earned by
6	an interest-bearing common trust account, and if a balance remains, may deduct the
7	remaining charge or fee from the interest earned on any other interest-bearing
8	common trust account maintained in that depository institution, before remitting
9	interest to the department of commerce Wisconsin Housing and Economic
10	Development Authority.
11	SECTION 41. 452.13 (5) of the statutes is amended to read:
12	452.13 (5) RULES. In consultation with the department of regulation and
13	licensing, the department of commerce Wisconsin Housing and Economic
14)	Development Authority, the department of regulation and licensing shall
15	promulgate rules necessary to administer this section.
	****Note: Because WHEDA, as an authority, may not promulgate rules, the above
	section transfers rule-making authority to the Department of Regulation and Licensing, which must consult with WHEDA. Is this okay? Also, note that the Department of
	Regulation and Licensing name-change is included in a separate bill draft; when the drafts are compiled, we will at that point resolve any inconsistencies.
16	SECTION 42. 560.285 (3) of the statutes is amended to read:
17	560.285 (3) ADMINISTRATION. The department shall contract with one or more
18	entities that are exempt from taxation under section 501 (a) of the Internal Revenue

Code and that employ individuals with technical expertise concerning manufactured

department shall promulgate rules to establish the grant program under this

housing for the administration of the grant program under this section.

1	section. To the extent feasible, the department shall coordinate the program under
2	this section with the state housing strategy plan under s. 560.9802 234.5602.
3	SECTION 43. Subchapter X (title) of chapter 560 [precedes 560.9801] of the
4	statutes is repealed.
5	SECTION 44. 560.9801 of the statutes is renumbered 234.5601, and 234.5601
6	(2) (a), as renumbered, is amended to read:
7	234.5601 (2) (a) A housing authority organized under s. 59.53 (22), 61.73,
8	66.1201, or 66.1213 or ch. 234 this chapter.
9	SECTION 45. 560.9802 of the statutes is renumbered 234.5602, and 234.5602
10	(1) (a) and (b), (3) and (4), as renumbered, are amended to read:
11	234.5602 (1) (a) The department authority shall prepare a comprehensive
12	5-year state housing strategy plan. The department authority shall submit the plan
13	to the federal department of housing and urban development.
14	(b) In preparing the plan, the department authority may obtain input from
15	housing authorities, community-based organizations, the private housing industry
16	and others interested in housing assistance and development.
17	(3) The department authority shall annually update the state housing strategy
18	plan.
19	(4) Before October 1 of each year, the department authority shall submit the
20	state housing strategy plan to the governor and to the chief clerk of each house of the
21	legislature for distribution to the legislature under s. 13.172 (2).
22	SECTION 46. 560.9803 of the statutes is renumbered 234.5603, and 234.5603
23	(1)(intro.)and(a),(2)(intro.)and(e)7.and(3),asrenumbered,areamendedtoread:
24	234.5603 (1) (intro.) The department authority shall do all of the following:

1	(a) Subject to sub. (2), make grants or loans, directly or through agents
2	designated under s. 560.9804 234.5604 , from the appropriation under s. 20.143 (2)
3	$\underline{20.490(7)}(b)$ to persons or families of low or moderate income to defray housing costs
4	of the person or family.
5	(2) (intro.) In connection with grants and loans under sub. (1), the department
6	authority shall do all of the following:
7	(e) 7. Other persons or families that the $\frac{1}{2}$ determines have
8	particularly severe housing problems.
9	(3) (a) The department authority may make grants or loans under sub. (1) (a)
10	directly or through agents designated under s. 560.9804 234.5604.
11	(b) The department authority may administer and disburse funds from a grant
12	or loan under sub. (1) (a) on behalf of the recipient of the grant or loan.
13	SECTION 47. 560.9804 of the statutes is renumbered 234.5604, and 234.5604
14	(1) and (2) (intro.), as renumbered, are amended to read:
15	234.5604 (1) The department authority may enter into an agreement with an
16	agent designated under sub. (2) to allow the designated agent to do any of the
17	following:
18	(a) Award grants and loans under s. $560.9803 \ \underline{234.5603}$ (1) and (2) subject to
19	the approval of the department <u>authority</u> .
20	(b) Disburse the funds for grants and loans to persons or families of low or
21	moderate income on terms approved by the department authority.
22	(c) On terms approved by the department authority, administer and disburse
23	funds from a grant or loan under s. 560.9803 234.5603 on behalf of the recipient of
24	the grant or loan.

1	(2) (intro.) The department authority may designate any of the following as
2	agents:
3	SECTION 48. 560.9805 of the statutes is renumbered 234.5605, and 234.5605
4	(1) (intro.), (2) (intro.) and (c) (intro.) and (4), as renumbered, are amended to read:
5	234.5605 (1) (intro.) The department authority may make grants to a
6	community-based organization, organization operated for profit, or housing
7	authority to improve the ability of the community-based organization, organization
8	operated for profit, or housing authority to provide housing opportunities, including
9	housing-related counseling services, for persons or families of low or moderate
10	income. The grants may be used to partially defray any of the following:
11	(2) (intro.) The department authority may not make a grant under sub. (1)
12	unless all of the following apply:
13	(c) (intro.) The department authority determines that the grant to the
14	particular community-based organization, organization operated for profit, or
15	housing authority is appropriate because of any of the following:
16	(4) To ensure the development of housing opportunities, the department
17	authority shall coordinate the use of grants provided under this section with projects
18	undertaken by housing authorities, organizations operated for profit, and
19	community-based organizations.
20	SECTION 49. 560.9806 (1), (2) and (3) of the statutes are renumbered 234.5606
21	(1), (2) and (3), and 234.5606 (2) (a) and (3) (intro.) and (d), as renumbered, are
22	amended to read:
23	234.5606 (2) (a) From the appropriation under s. 20.143 (2) 20.490 (7) (fm), the
24	department authority may award a grant to an eligible applicant for the purpose of
25	providing transitional housing and associated supportive services to homeless

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1	individuals and families if the conditions under par. (b) are satisfied. The
2	department authority shall ensure that the funds for the grants are reasonably
3	balanced among geographic areas of the state, consistent with the quality of
4	applications submitted.
5	(3) (intro.) Each recipient of a grant under this section shall annually provide
6	all of the following information to the department authority:
7	(d) Any other information that the department authority determines to be
8	necessary to evaluate the effectiveness of the transitional housing program operated
9	by the recipient.
10	SECTION 50. 560.9806 (4) of the statutes is repealed.
	****Note: The above section repeals, rather than renumbers, a requirement that Commerce submit a specified report before July 1, 1993.
11	SECTION 51. 560.9807 of the statutes is renumbered 234.5607 and amended to
12	read:
13	234.5607 Grants to alleviate homelessness. (1) Grants. From moneys
14	available under s. 20.143 (2) 20.490 (7) (h), the department authority shall make
15	grants to organizations, including organizations operated for profit, that provide
16	shelter or services to homeless individuals or families.
17	(2) Supplemental funds. The department authority shall ensure that grants
18	awarded under sub. (1) are not used to supplant other state funds available for
19	homelessness prevention or services to homeless individuals or families.
20	(2m) REPORT. Annually, the department authority shall submit a report to the

speaker of the assembly, the president of the senate and to the appropriate standing

committees under s. 13.172 (3) that summarizes how much money was received in

the previous year and how that money was distributed.

1	(3) RULES. The department authority shall promulgate adopt rules
2	establishing procedures and eligibility criteria for grants under this section.
3	SECTION 52. 560.9808 of the statutes is renumbered 234.5608, and 234.5608
4	(2) (a) and (b) (intro.), (3) (b), (3m), (4) (intro.) and (5) (intro.), as renumbered, are
5	amended to read:
6	234.5608 (2) (a) From the appropriations under s. 20.143 (2) $\underline{20.490}$ (7) (fm) and
7	(h), the department authority shall award grants to eligible applicants for the
8	purpose of supplementing the operating budgets of agencies and shelter facilities
9	that have or anticipate a need for additional funding because of the renovation or
10	expansion of an existing shelter facility, the development of an existing building into
11	a shelter facility, the expansion of shelter services for homeless persons, or an
12	inability to obtain adequate funding to continue the provision of an existing level of
13	services.
14	(b) (intro.) The department authority shall allocate funds from the
15	appropriations under s. 20.143 (2) 20.490 (7) (fm) and (h) for temporary shelter for
16	homeless individuals and families as follows:
17	(3) (b) Applications shall be submitted in the form required by the department
18	authority and shall be accompanied by the current or proposed operating budget or
19	both, as required by the department authority, of each shelter facility or agency
20	which that will, directly or indirectly, receive any of the grant money, and are
21	explanation of why the shelter facility or agency has or anticipates a need for
22	additional funding.
23	(3m) GRANT ELIGIBILITY. In awarding grants under this section, the department

authority shall consider whether the community in which an eligible applicant

1	provides services has a coordinated system of services for homeless individuals and
2	families.
3	(4) (intro.) Rule making Rules required. The department authority shall
4	promulgate by rule adopt rules establishing both of the following:
5	(5) (intro.) Prohibited uses. The department authority may not provide a grant
6	for any of the following purposes:
7	SECTION 53. 560.9809 of the statutes is renumbered 234.5609, and 234.5609
8	(1), (2) and (3) (intro.), as renumbered, are amended to read:
9	234.5609 (1) The department authority may administer housing programs,
10	including the housing improvement grant program and the initial rehabilitation
11	grant program, that are funded by a community development block grant, 42 USC
12	5301 to 5320.
	****Note: Does the above authorization, involving federal block grant funding, make sense if transferred to WHEDA?
13	(2) The department authority may promulgate adopt rules to administer this
14	section.
15	(3) (intro.) Notwithstanding sub. (2), the department authority shall
16	promulgate adopt rules that specify that an applicant for funds under a program
17	under this section shall be eligible to receive funds under the program in the year
18	following the year for which the applicant submits an application, without having to
19	submit another application for that following year, if all of the following apply:
20	Section 54. 560.9810 (1), (2), (3) and (4) of the statutes are renumbered
21	234.5610 (1), (2), (3) and (4), and 234.5610 (2), (3) and (4), as renumbered, are
22	amended to read:

1	234.5610 (2) Transfer of real property to the department <u>authority</u> . (a) The
2	department authority shall petition the head of any state agency having jurisdiction
3	over real property that the department authority determines to be suitable for
4	surplus.
5	(b) The head of the state agency having jurisdiction over the real property shal
6	notify the department authority in writing whether or not the state agency considers
7	the real property to be surplus.
8	(c) If the state agency considers the real property to be surplus, and if the
9	department authority determines that the real property is suitable by, the state
10	agency shall transfer the real property, without payment, to the department
11	authority for purposes of transfer to an applicant under sub. (3).
12	(3) Transfer of real property. The department authority may transfer real
13	property obtained under sub. (2) to an applicant under a written agreement that
14	includes a provision that the applicant agrees to pay the department an amount to
15	utilize the real property in conformance with the agreement.
16	(4) RECORDING. The department authority shall record the agreement under
17	sub. (3) in the office of the register of deeds for the county in which the real property
18	subject to the agreement is located.
	****NOTE: Should the above provisions be retained? Is the transfer of surplus state

SECTION 55. 560.9810 (5) of the statutes is repealed.

property to an authority permitted under current law?

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****NOTE: The above section repeals, rather than renumbers, an exemption that applies to state property that DOA has determined it is in the state's best interest to be sold. Should the exemption be retained or modified instead?

SECTION 56. 560.9811 of the statutes is renumbered 234.5611, and 234.5611 (2), as renumbered, is amended to read:

234.5611 (2) From the appropriation under s. $\frac{20.143}{20.143}$ (2) $\frac{20.490}{20.490}$ (fr), the
department authority may not award more than \$45,000 in each fiscal year to
applying public or nonprofit private entities for the costs of providing certain mental
health services to homeless individuals with serious and persistent mental illness.
Entities that receive funds awarded by the department authority under this
subsection shall provide the mental health services required under 42 USC
290cc-24. The amount that the department authority awards to an applying entity
may not exceed 50% of the amount of matching funds required under $42~\mathrm{USC}$
290cc-23.

*****NOTE: Does federal law pose any obstacle to the transfer of the above requirement to WHEDA?

SECTION 57. 560.9815 of the statutes is renumbered 234.5615 and amended to read:

234.5615 Federal housing assistance programs. Notwithstanding s. 16.54 (2) (a), the department authority shall administer federal funds made available to this state under the Stewart B. McKinney homeless assistance act housing assistance programs, 42 USC 11361 to 11402.

****NOTE: Does federal law pose any obstacle to the transfer of the above requirement to WHEDA?

Section 58. 704.05 (5) (a) 2. of the statutes is amended to read:

704.05 (5) (a) 2. Give the tenant notice, personally or by ordinary mail addressed to the tenant's last-known address, of the landlord's intent to dispose of the personal property by sale or other appropriate means if the property is not repossessed by the tenant. If the tenant fails to repossess the property within 30 days after the date of personal service or the date of the mailing of the notice, the landlord may dispose of the property by private or public sale or any other appropriate means.

The landlord may deduct from the proceeds of sale any costs of sale and any storage
charges if the landlord has first stored the personalty under subd. 1. If the proceeds
minus the costs of sale and minus any storage charges are not claimed within 60 days
after the date of the sale of the personalty, the landlord is not accountable to the
tenant for any of the proceeds of the sale or the value of the property. The landlord
shall send the proceeds of the sale minus the costs of the sale and minus any storage
charges to the department of administration for deposit in the appropriation under
s. 20.143 (2) <u>20.490 (7)</u> (h).

Section 59. 961.01 (20g) of the statutes is amended to read:

961.01 (**20g**) "Public housing project" means any housing project or development administered by a housing authority, as defined in s. 560.9801 234.5601 (2).

SECTION 9110. Nonstatutory provisions; Commerce.

- (1) Housing assistance transfer.
- (a) Assets and liabilities. On the effective date of this paragraph, the assets and liabilities of the department of commerce primarily related to the functions of the department under subchapter X of chapter 560, 2009 stats., as determined by the secretary of administration, shall become the assets and liabilities of the Wisconsin Housing and Economic Development Authority.
- (b) Tangible personal property. On the effective date of this paragraph, all tangible personal property, including records, of the department of commerce that is primarily related to the functions of the department under subchapter X of chapter 560, 2009 stats., as determined by the secretary of administration, is transferred to the Wisconsin Housing and Economic Development Authority.

(c) Contracts. All contracts entered into by the department of commerce in
effect on the effective date of this paragraph that are primarily related to the
functions of the department under subchapter X of chapter 560, 2009 stats., as
determined by the secretary of administration, remain in effect and are transferred
to the Wisconsin Housing and Economic Development Authority. The Wisconsin
Housing and Economic Development Authority shall carry out any obligations under
such a contract until the contract is modified or rescinded by the Wisconsin Housing
and Economic Development Authority to the extent allowed under the contract.

(END)



State of Misconsin 2011 - 2012 LEGISLATURE



DOA:.....Hoechst, BB0169 - Transfer housing assistance from Commerce to WHEDA

FOR 2011-13 BUDGET -- NOT READY FOR INTRODUCTION

1 AN ACT ...; relating to: the budget.

Analysis by the Legislative Reference Bureau COMMERCE AND ECONOMIC DEVELOPMENT

COMMERCE

This is a preliminary draft. An analysis will be provided in a subsequent version of this draft.

Because this bill directly or substantially affects the development, construction, cost or availability of housing in this state, the Department of Commerce, as required by law, will prepare a report to be printed as an appendix to this bill.

For further information see the *state and local* fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

- **SECTION 1.** 13.099 (1) (b) of the statutes is amended to read:
- 3 13.099 (1) (b) "State housing strategy plan" means the plan developed under
- 4 s. 560.9802 234.5602.

amended to read:

1	SECTION 2. 13.099 (3) (a) 5. of the statutes is amended to read:
2	13.099 (3) (a) 5. Housing costs, as defined in s. 560.9801 234.5601 (3) (a) and
3	(b).
4	Section 3. 16.40 (24) of the statutes is created to read:
5	16.40 (24) Ensure performance of a duty or satisfaction of an obligation
6	transferred to the Wisconsin Housing and Economic Development Authority under
7	2011 Wisconsin Act (this act), section 9110 (1), if the Wisconsin Housing and
8	Economic Development Authority fails to perform the duty or satisfy the obligation.
	****NOTE: The section above requires DOA to perform a duty or satisfy an obligation transferred in this draft from Commerce to WHEDA, if WHEDA fails to perform the duty or satisfy the obligation. Is this okay?
9	Section 4. 20.143 (2) (a) of the statutes is renumbered 20.490 (7) (a) and
10	amended to read:
11	20.490 (7) (a) General program operations. The amounts in the schedule for
12	general program operations under subch. X of ch. 560 ss. 234.5601 to 234.5615.
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
13	SECTION 5. 20.143 (2) (b) of the statutes is renumbered 20.490 (7) (b) and
14	amended to read:
15	20.490 (7) (b) Housing grants and loans; general purpose revenue. Biennially,
16	the amounts in the schedule for grants and loans under s. 560.9803, 234.5603 and
17	for grants under s. 560.9805 and 2009 Wisconsin Act 28, section 9110 (12u), and for
18	the grant under 2009 Wisconsin Act 2, section 9110 (1) 234.5605.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
19	SECTION 6. 20.143 (2) (c) of the statutes is renumbered 20.490 (7) (c) and

1	20.490 (7) (c) Payments to designated agents. The amounts in the schedule for
2	payments for services provided by agents designated under s. 560.9804 234.5604 (2),
3	in accordance with agreements entered into under s. $560.9804 \ \underline{234.5604}$ (1).
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
4	Section 7. 20.143 (2) (fm) of the statutes is renumbered 20.490 (7) (fm) and
5	amended to read:
6	20.490 (7) (fm) Shelter for homeless and transitional housing grants.
7	Biennially, the amounts in the schedule for transitional housing grants under s.
8	560.9806 234.5606 and for grants to agencies and shelter facilities for homeless
9	individuals and families as provided under s. 560.9808 234.5608. Notwithstanding
10	ss. 20.001 (3) (a) and 20.002 (1), the department authority may transfer funds
11	between fiscal years under this paragraph.
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
12	SECTION 8. 20.143 (2) (fr) of the statutes is renumbered 20.490 (7) (fr) and
13	amended to read:
14	20.490 (7) (fr) Mental health for homeless individuals. The amounts in the
15	schedule for mental health services for homeless individuals under s. 560.9811
16	<u>234.5611</u> .
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
17	SECTION 9. 20.143 (2) (gg) of the statutes is renumbered 20.490 (7) (gg).
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
18	SECTION 10. 20.143 (2) (h) of the statutes is renumbered 20.490 (7) (h) and
19	amended to read:

1	20.490 (7) (h) Funding for the homeless. All moneys received from interest on
2	real estate trust accounts under s. 452.13 for grants under s. 560.9807 234.5607 , and
3	all moneys received under s. 704.05 (5) (a) 2., for grants to agencies and shelter
4	facilities for homeless individuals and families under s. 560.9808 234.5608 (2) (a) and
5	(b).
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
6	SECTION 11. 20.143 (2) (k) of the statutes is renumbered 20.490 (7) (k) and
7	amended to read:
8	20.490 (7) (k) Sale of materials or services. All moneys received from the sale
9	of materials or services related to housing assistance under subch. X of ch. 560 ss.
10	234.5601 to 234.5615 to the department authority or other to state agencies, for the
11	purpose of providing those materials and services.
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
12	SECTION 12. 20.143 (2) (kg) of the statutes is renumbered 20.490 (7) (kg) and
13	amended to read:
14	20.490 (7) (kg) Housing program services. All moneys received from other state
15	agencies for housing program services, for the purpose of providing housing program
16	services.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
17	SECTION 13. 20.143 (2) (m) of the statutes is renumbered 20.490 (7) (m) and
18	amended to read:
19	20.490 (7) (m) Federal aid; state operations. All moneys received from the

federal government for state operations related to housing assistance under subch.

1	$\frac{\text{X of ch. }560}{\text{ss. }234.5601}$ to $\frac{234.5615}{\text{ss. }}$, as authorized by the governor under s. $\frac{16.54}{\text{ss. }}$
2	for the purposes of state operations.
	****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
•	****NOTE: Does federal law pose any obstacle to the transfer of the above appropriation to WHEDA?
3	SECTION 14. 20.143 (2) (n) of the statutes is renumbered 20.490 (7) (n) and
4	amended to read:
5	20.490 (7) (n) Federal aid; local assistance. All moneys received from the
6	federal government for local assistance related to housing assistance under subch
7	X of ch. 560 ss. 234.5601 to 234.5615, as authorized by the governor under s. 16.54
8	for the purposes of providing local assistance.
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
	****NOTE: Does federal law pose any obstacle to the transfer of the above appropriation to WHEDA?
9	SECTION 15. 20.143 (2) (o) of the statutes is renumbered 20.490 (7) (o) and
10	amended to read:
11	20.490 (7) (o) Federal aid; individuals and organizations. All moneys received
12	from the federal government for aids to individuals and organizations related to
13	housing assistance under subch. X of ch. 560 ss. 234.5601 to 234.5615, as authorized
14	by the governor under s. 16.54, for the purpose of providing aids to individuals and
15	organizations.
	****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.
	****Note: Does federal law pose any obstacle to the transfer of the above appropriation to WHEDA?
16	Section 16. 20.490 (7) (title) of the statutes is created to read:
17	20.490 (7) (title) Housing assistance.
18	SECTION 17. 23.15 (1) of the statutes is amended to read:

23.15 (1) The natural resources board may sell, at public or private sale, lands
and structures owned by the state under the jurisdiction of the department of natural
resources, except central or district office facilities, when the natural resources board
determines that said the lands are no longer necessary for the state's use for
conservation purposes and, if real property, the real property is not the subject of a
petition under s. 560.9810 234.5610 (2).

SECTION 18. 50.01 (1g) (c) of the statutes is amended to read:

50.01 (1g) (c) A shelter facility as defined under s. 560.9808 234.5608 (1) (d).

SECTION 19. 51.35 (5) of the statutes is amended to read:

51.35 (5) Residential Living arrangements; transitionary services. The department and any person, director, or board authorized to discharge or transfer patients under this section shall ensure that a proper residential living arrangement and the necessary transitionary services are available and provided for the patient being discharged or transferred. Under this subsection, a proper residential living arrangement may not include a shelter facility, as defined under s. 560.9808 234.5608 (1) (d), unless the discharge or transfer to the shelter facility is made on an emergency basis for a period not to exceed 10 days.

Section 20. 84.09 (5) (a) of the statutes is amended to read:

84.09 (5) (a) Subject to pars. (b) and (c) and to the approval of the governor, the department may sell at public or private sale property of whatever nature owned by the state and under the jurisdiction of the department when the department determines that the property is no longer necessary for the state's use for transportation purposes and, if real property, the real property is not the subject of a petition under s. 560.9810 234.5610 (2). The department shall present to the governor a full and complete report of the property to be sold, the reason for the sale,

and the minimum price for which the same should be sold, together with an application for the governor's approval of the sale. The governor shall thereupon make such investigation as he or she may deem necessary and approve or disapprove the application. Upon such approval and receipt of the full purchase price, the department shall by appropriate deed or other instrument transfer the property to the purchaser. The approval of the governor is not required for public or private sale of property having an appraised value at the time of sale of not more than \$15,000, for the transfer of surplus state real property to the department of administration under s. 560.9810 234.5610, or for the transfer of surplus state personal property to the department of tourism under sub. (5s). The funds derived from sales under this subsection shall be deposited in the transportation fund, and the expense incurred by the department in connection with the sale shall be paid from such fund.

Section 21. 84.09 (5) (b) of the statutes is amended to read:

84.09 (5) (b) Subject to the approval of the governor in the manner, scope, and form specified in par. (a), with respect to the sale of property acquired by the department for a project that is completed after May 25, 2006, the department shall, and with respect to the sale of property acquired by the department for a project that is completed before May 25, 2006, the department may offer for sale or transfer ownership of the property that the department determines is no longer necessary for the state's use for transportation purposes, if the property is not the subject of a petition under s. 560.9810 234.5610 (2). This disposition process shall take place within 24 months of the completion of the transportation project for which the property was acquired. Except as provided in par. (c) 3., the department shall offer limited and general marketable properties at appraised value, as determined by a state-certified or licensed appraiser, for not less than 12 months. If the department

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does not sell the property at or above its appraised value, the department shall offer the property for sale by means of sealed bids or public auction. For the purposes of this paragraph, a project is completed when final payment is made under the contract for the project.

Section 22. 84.09 (5r) of the statutes is amended to read:

84.09 (5r) In lieu of the sale or conveyance of property under sub. (5) or (5m), the department may, subject to the approval of the governor, donate real property that is adjacent to the veterans memorial site located at The Highground in Clark County and owned by the state and under the jurisdiction of the department to the Wisconsin Vietnam Veterans Memorial Project, Inc., for the purpose of the veterans memorial site located at The Highground in Clark County for the purpose of a memorial hall specified in s. 70.11 (9). The department may donate property under this subsection only when the department determines that the property is no longer necessary for the state's use for transportation purposes and is not the subject of a petition under s. 560.9810 234.5610 (2) and is transferred with a restriction that the donee may not subsequently transfer the real property to any person except to this state, which shall not be charged for any improvements thereon. Such restriction shall be recorded in the office of the register of deeds in the county in which the property is located. The department shall present to the governor a full and complete report of the property to be donated, the reason for the donation, and the minimum price for which the property could likely be sold under sub. (5), together with an application for the governor's approval of the donation. The governor shall thereupon make such investigation as he or she considers necessary and approve or disapprove the application. Upon such approval, the department shall by appropriate deed or other instrument transfer the property to the donee. The

approval of the governor is not required for donation of property having an appraised value at the time of donation of not more than \$15,000. Any expense incurred by the department in connection with the donation shall be paid from the transportation fund.

SECTION 23. 85.09 (4i) of the statutes is amended to read:

85.09 **(4i)** DISPOSAL OF RAIL PROPERTY. The department shall sell at public or private sale rail property acquired under sub. (4) when the department determines that the rail property is not necessary for a public purpose and, if real property, the real property is not the subject of a petition under s. 560.9810 234.5610 (2). Upon receipt of the full purchase price, the department shall, by appropriate deed or other instrument, transfer the rail property to the purchaser. The funds derived from sales under this subsection shall be deposited in the transportation fund, and the expense incurred by the department in connection with the sale shall be paid from the appropriation under s. 20.395 (2) (bq). This subsection does not apply to real property that is sold under s. 16.848.

SECTION 24. 114.33 (10) of the statutes is amended to read:

114.33 (10) Subject to the approval of the governor under this subsection, the secretary may sell at public or private sale property of whatever nature owned by the state and under the jurisdiction of the secretary when the secretary determines that the property is no longer necessary for the state's use for airport purposes and, if real property, the real property is not the subject of a petition under s. 560.9810 234.5610. The secretary shall present to the governor a full and complete report of the property to be sold, the reason for the sale, and the minimum price for which the property should be sold, together with an application for the governor's approval of the sale. The governor shall investigate the proposed sale as he or she deems necessary and

approve or disapprove the application. Upon approval and receipt of the full purchase price, the secretary shall by appropriate deed or other instrument transfer the property to the purchaser. The funds derived from the sale shall be deposited in the appropriate airport fund, and the expense incurred by the secretary in connection with the sale shall be paid from that fund. This subsection does not apply to real property that is sold under s. 16.848.

SECTION 25. 196.491 (2) (e) of the statutes is amended to read:

196.491 (2) (e) Any state agency, as defined in s. 560.9810 234.5610 (1), county, municipality, town, or person may submit written comments to the commission on a strategic energy assessment within 90 days after copies of the draft are issued under par. (b).

SECTION 26. 234.034 of the statutes is amended to read:

234.034 Consistency with state housing strategy plan. Subject to agreements with bondholders or noteholders, the authority shall exercise its powers and perform its duties related to housing consistent with the state housing strategy plan under s. 560.9802 234.5602.

Section 27. 234.06 (1) of the statutes is amended to read:

234.06 (1) The authority may, as authorized in the state housing strategy plan under s. 560.9802 234.5602, use the moneys held in the housing development fund to make temporary loans to eligible sponsors, with or without interest, and with such security for repayment, if any, as the authority determines reasonably necessary and practicable, solely from the housing development fund, to defray development costs for the construction of proposed housing projects for occupancy by persons and families of low and moderate income. No temporary loan may be made unless the

authority may reasonably anticipate that satisfactory financing may be obtained by the eligible sponsor for the permanent financing of the housing project.

SECTION 28. 234.06 (3) of the statutes is amended to read:

234.06 (3) The authority may, as authorized in the state housing strategy plan under s. 560.9802 234.5602, use the moneys held in the housing development fund to establish and administer programs of grants to counties, municipalities, and eligible sponsors of housing projects for persons of low and moderate income, to pay organizational expenses, administrative costs, social services, technical services, training expenses, or costs incurred or expected to be incurred by counties, municipalities, or sponsors for land and building acquisition, construction, improvements, renewal, rehabilitation, relocation, or conservation under a plan to provide housing or related facilities, if the costs are not reimbursable from other private or public loan, grant, or mortgage sources.

SECTION 29. 234.165 (2) (b) 2. of the statutes is amended to read:

234.165 (2) (b) 2. Annually before August 31 the authority shall submit to the governor a plan for expending or encumbering the actual surplus reported under subd. 1. The part of the plan related to housing shall be consistent with the state housing strategy plan under s. 560.9802 234.5602. The plan submitted under this subdivision may be attached to and submitted as a part of the report filed under subd. 1.

SECTION 30. 234.25 (1) (e) of the statutes is amended to read:

234.25 (1) (e) An evaluation of its progress in implementing within its own housing programs the goals, policies, and objectives of the state housing strategy plan under s. 560.9802 234.5602, and recommendations for legislation to improve its ability to carry out its programs consistent with the state housing strategy plan.

1	SECTION 31. 256.35 (3m) (h) of the statutes is amended to read:
2	256.35 (3m) (h) Other charges prohibited. No local government or state agency
3	as defined in s. $560.9810234.5610(1)$, except the commission, may require a wireless
4	provider to collect or pay a surcharge or fee related to wireless emergency telephone
5	service.
6	Section 32. 452.13 (2) (b) 3. of the statutes is amended to read:
7	452.13 (2) (b) 3. Furnish the department of regulation and licensing with a
8	letter authorizing the department of regulation and licensing and the department
9	of commerce Wisconsin Housing and Economic Development Authority to examine
10	and audit the interest-bearing common trust account whenever the department of
11	regulation and licensing or the department of commerce Wisconsin Housing and
12	Economic Development Authority considers it necessary.
	****Note: The above section transfers from Commerce to WHEDA the authority to examine and audit real estate brokers' interest-bearing trust accounts. Is this okay, or should the examination/audit authority be limited to the successor to DRL? Also note that the Department of Regulation and Licensing name-change is included in a separate bill draft; when the drafts are compiled, we will at that point resolve any inconsistencies.
13	SECTION 33. 452.13 (2) (bm) of the statutes is amended to read:
14	452.13 (2) (bm) The department of regulation and licensing shall forward to the
15	department of commerce Wisconsin Housing and Economic Development Authority
16	the information and documents furnished under par. (b).
17	Section 34. 452.13 (2) (d) of the statutes is amended to read:
18	452.13 (2) (d) The department of commerce Wisconsin Housing and Economic
19	Development Authority is the beneficial owner of the interest accruing to the
20	interest-bearing common trust account, minus any service charges or fees.
21	SECTION 35. 452.13 (2) (e) 1. of the statutes is amended to read:

452.13 (2) (e) 1. Annually, before February 1, remit to the department of commerce Wisconsin Housing and Economic Development Authority the total interest or dividends, minus service charges or fees, earned on the average daily balance in the interest-bearing common trust account during the 12 months ending on the previous December 31. A depository institution is not required to remit any amount if the total interest or dividends for that period is less than \$10 before any deduction for service charges or fees.

SECTION 36. 452.13 (2) (e) 2. of the statutes is amended to read:

452.13 (2) (e) 2. When the interest remittance is sent, furnish to the department of commerce Wisconsin Housing and Economic Development Authority and to the broker maintaining the interest-bearing common trust account a statement that includes the name of the broker for whose account the remittance is made, the rate of interest applied, the amount of service charges or fees deducted, if any, and the account balance for the period that the statement covers.

SECTION 37. 452.13 (2) (f) 2. of the statutes is amended to read:

452.13 (2) (f) 2. May not assess a service charge or fee for an interest-bearing common trust account against the department of commerce Wisconsin Housing and Economic Development Authority.

SECTION 38. 452.13 (2) (f) 3. of the statutes is amended to read:

452.13 (2) (f) 3. May deduct a service charge or fee from the interest earned by an interest-bearing common trust account, and if a balance remains, may deduct the remaining charge or fee from the interest earned on any other interest-bearing common trust account maintained in that depository institution, before remitting interest to the department of commerce Wisconsin Housing and Economic Development Authority.

1	SECTION 39. 452.13 (5) of the statutes is amended to read:
2	452.13 (5) RULES. In consultation with the department of regulation and
3	licensing, the department of commerce Wisconsin Housing and Economic
4	Development Authority, the department of safety and professional services shall
5	promulgate rules necessary to administer this section.
	****Note: Because WHEDA, as an authority, may not promulgate rules, the above section transfers rule-making authority to the Department of Safety and Professional Services, which must consult with WHEDA. Is this okay?
6	SECTION 40. 560.9801 of the statutes is renumbered 234.5601, and 234.5601
7	(2) (a), as renumbered, is amended to read:
8	234.5601 (2) (a) A housing authority organized under s. 59.53 (22), 61.73,
9	66.1201, or 66.1213 or ch. 23 4 <u>this chapter</u> .
10	SECTION 41. 560.9802 of the statutes is renumbered 234.5602, and 234.5602
11	(1) (a) and (b), (3) and (4), as renumbered, are amended to read:
12	234.5602 (1) (a) The department authority shall prepare a comprehensive
13	5-year state housing strategy plan. The department authority shall submit the plan
14	to the federal department of housing and urban development.
15	(b) In preparing the plan, the department authority may obtain input from
16	housing authorities, community-based organizations, the private housing industry
17	and others interested in housing assistance and development.
18	(3) The department authority shall annually update the state housing strategy
19	plan.
20	(4) Before October 1 of each year, the department authority shall submit the
21	state housing strategy plan to the governor and to the chief clerk of each house of the
22	legislature for distribution to the legislature under s. 13.172 (2).

1	SECTION 42. 560.9803 of the statutes is renumbered 234.5603, and 234.5603
2	$(1) (intro.) \ and \ (a), (2) (intro.) \ and \ (e) \ 7. \ and \ (3), as \ renumbered, are \ amended \ to \ read:$
3	234.5603 (1) (intro.) The department authority shall do all of the following:
4	(a) Subject to sub. (2), make grants or loans, directly or through agents
5	designated under s. 560.9804 234.5604 , from the appropriation under s. 20.143 (2)
6	$\underline{20.490(7)}(b)$ to persons or families of low or moderate income to defray housing costs
7	of the person or family.
8	(2) (intro.) In connection with grants and loans under sub. (1), the department
9	authority shall do all of the following:
10	(e) 7. Other persons or families that the department authority determines have
11	particularly severe housing problems.
12	(3) (a) The department authority may make grants or loans under sub. (1) (a)
13	directly or through agents designated under s. 560.9804 234.5604.
14	(b) The department authority may administer and disburse funds from a grant
15	or loan under sub. (1) (a) on behalf of the recipient of the grant or loan.
16	SECTION 43. 560.9804 of the statutes is renumbered 234.5604, and 234.5604
17	(1) and (2) (intro.), as renumbered, are amended to read:
18	234.5604 (1) The department authority may enter into an agreement with an
19	agent designated under sub. (2) to allow the designated agent to do any of the
20	following:
21	(a) Award grants and loans under s. 560.9803 234.5603 (1) and (2) subject to
22	the approval of the department <u>authority</u> .
23	(b) Disburse the funds for grants and loans to persons or families of low or
24	moderate income on terms approved by the department authority.

amended to read:

1	(c) On terms approved by the department authority, administer and disburse
2	funds from a grant or loan under s. 560.9803 234.5603 on behalf of the recipient of
3	the grant or loan.
4	(2) (intro.) The department authority may designate any of the following as
5	agents:
6	Section 44. 560.9805 of the statutes is renumbered 234.5605, and 234.5605
7	(1) (intro.), (2) (intro.) and (c) (intro.) and (4), as renumbered, are amended to read:
8	234.5605 (1) (intro.) The department authority may make grants to a
9	community-based organization, organization operated for profit, or housing
10	authority to improve the ability of the community-based organization, organization
11	operated for profit, or housing authority to provide housing opportunities, including
12	housing-related counseling services, for persons or families of low or moderate
13	income. The grants may be used to partially defray any of the following:
14	(2) (intro.) The department authority may not make a grant under sub. (1)
15	unless all of the following apply:
16	(c) (intro.) The department authority determines that the grant to the
17	particular community-based organization, organization operated for profit, or
18	housing authority is appropriate because of any of the following:
19	(4) To ensure the development of housing opportunities, the department
20	authority shall coordinate the use of grants provided under this section with projects
21	undertaken by housing authorities, organizations operated for profit, and
22	community-based organizations.
23	SECTION 45. 560.9806 (1), (2) and (3) of the statutes are renumbered 234.5606
24	(1), (2) and (3), and 234.5606 (2) (a) and (3) (intro.) and (d), as renumbered, are

234.5606 (2) (a) From the appropriation under s. 20.143 (2) 20.490 (7) (fm), the
department authority may award a grant to an eligible applicant for the purpose of
providing transitional housing and associated supportive services to homeless
individuals and families if the conditions under par. (b) are satisfied. The
department authority shall ensure that the funds for the grants are reasonably
balanced among geographic areas of the state, consistent with the quality of
applications submitted.
(3) (intro.) Each recipient of a grant under this section shall annually provide
all of the following information to the department authority:
(d) Any other information that the department authority determines to be
necessary to evaluate the effectiveness of the transitional housing program operated
by the recipient.
SECTION 46. 560.9806 (4) of the statutes is repealed.
****NOTE: The above section repeals, rather than renumbers, a requirement that Commerce submit a specified report before July 1, 1993.
SECTION 47. 560.9807 of the statutes is renumbered 234.5607 and amended to
read:
234.5607 Grants to alleviate homelessness. (1) Grants. From moneys
available under s. 20.143 (2) 20.490 (7) (h), the department authority shall make
grants to organizations, including organizations operated for profit, that provide
shelter or services to homeless individuals or families.

(2) Supplemental funds. The department authority shall ensure that grants

awarded under sub. (1) are not used to supplant other state funds available for

homelessness prevention or services to homeless individuals or families.

services.

(2m) Report. Annually, the department authority shall submit a report to the
speaker of the assembly, the president of the senate and to the appropriate standing
committees under s. 13.172 (3) that summarizes how much money was received in
the previous year and how that money was distributed.
(3) RULES. The department authority shall promulgate adopt rules
establishing procedures and eligibility criteria for grants under this section.
SECTION 48. 560.9808 of the statutes is renumbered 234.5608, and 234.5608
(2) (a) and (b) (intro.), (3) (b), (3m), (4) (intro.) and (5) (intro.), as renumbered, are
amended to read:
234.5608 (2) (a) From the appropriations under s. 20.143 (2) 20.490 (7) (fm) and
(h), the department authority shall award grants to eligible applicants for the
purpose of supplementing the operating budgets of agencies and shelter facilities
that have or anticipate a need for additional funding because of the renovation or
expansion of an existing shelter facility, the development of an existing building into
a shelter facility, the expansion of shelter services for homeless persons, or an

(b) (intro.) The department authority shall allocate funds from the appropriations under s. 20.143 (2) 20.490 (7) (fm) and (h) for temporary shelter for homeless individuals and families as follows:

inability to obtain adequate funding to continue the provision of an existing level of

(3) (b) Applications shall be submitted in the form required by the department authority and shall be accompanied by the current or proposed operating budget or both, as required by the department authority, of each shelter facility or agency which that will, directly or indirectly, receive any of the grant money, and an

1	explanation of why the shelter facility or agency has or anticipates a need for
2	additional funding.
3	(3m) Grant Eligibility. In awarding grants under this section, the department
4	authority shall consider whether the community in which an eligible applicant
5	provides services has a coordinated system of services for homeless individuals and
6	families.
7	(4) (intro.) Rule making Rules required. The department authority shall
8	promulgate by rule adopt rules establishing both of the following:
9	(5) (intro.) Prohibited uses. The department authority may not provide a grant
10	for any of the following purposes:
11	SECTION 49. 560.9809 of the statutes is renumbered 234.5609, and 234.5609
12	(1), (2) and (3) (intro.), as renumbered, are amended to read:
13	234.5609 (1) The department authority may administer housing programs,
14	including the housing improvement grant program and the initial rehabilitation
15	grant program, that are funded by a community development block grant, 42 USC
16	5301 to 5320.
	****NOTE: Does the above authorization, involving federal block grant funding, make sense if transferred to WHEDA?
17	(2) The department authority may promulgate adopt rules to administer this
18	section.
19	(3) (intro.) Notwithstanding sub. (2), the department authority shall
20	promulgate adopt rules that specify that an applicant for funds under a program
21	under this section shall be eligible to receive funds under the program in the year
22	following the year for which the applicant submits an application, without having to

submit another application for that following year, if all of the following apply:

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Section 50.	560.9810 (1), (2), (3) and (4) of the statutes are renumbered
234.5610 (1), (2),	(3) and (4), and 234.5610 (2), (3) and (4), as renumbered, are
amended to read:	
234.5610 (2)	TRANSFER OF REAL PROPERTY TO THE DEPARTMENT ALTHORITY (a) The

234.5610 (2) Transfer of real property to the department authority shall petition the head of any state agency having jurisdiction over real property that the department authority determines to be suitable for surplus.

- (b) The head of the state agency having jurisdiction over the real property shall notify the department authority in writing whether or not the state agency considers the real property to be surplus.
- (c) If the state agency considers the real property to be surplus, <u>and</u> if the department <u>authority</u> determines that the real property is suitable by, the state agency shall transfer the real property, without payment, to the department <u>authority</u> for purposes of transfer to an applicant under sub. (3).
- (3) Transfer of real property. The department authority may transfer real property obtained under sub. (2) to an applicant under a written agreement that includes a provision that the applicant agrees to pay the department an amount to utilize the real property in conformance with the agreement.
- (4) Recording. The department authority shall record the agreement under sub. (3) in the office of the register of deeds for the county in which the real property subject to the agreement is located.

****Note: Should the above provisions be retained? Is the transfer of surplus state property to an authority permitted under current law?

SECTION 51. 560.9810 (5) of the statutes is repealed.

****NOTE: The above section repeals, rather than renumbers, an exemption that applies to state property that DOA has determined it is in the state's best interest to be sold. Should the exemption be retained or modified instead?

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1	Section 52. 560.9811 of the statutes is renumbered 234.5611 , and 234.5611 (2),
2	as renumbered, is amended to read:
3	234.5611 (2) From the appropriation under s. 20.143 (2) 20.490 (7) (fr), the
4	department authority may not award more than \$45,000 in each fiscal year to
5	applying public or nonprofit private entities for the costs of providing certain mental
6	health services to homeless individuals with serious and persistent mental illness.
7	Entities that receive funds awarded by the department authority under this
8	subsection shall provide the mental health services required under 42 USC
9	290cc-24. The amount that the department authority awards to an applying entity
10	may not exceed 50% of the amount of matching funds required under 42 USC
11	290cc-23.
	****Note: Does federal law pose any obstacle to the transfer of the above requirement to WHEDA?
12	SECTION 53. 560.9815 of the statutes is renumbered 234.5615 and amended to
13	read:
14	234.5615 Federal housing assistance programs. Notwithstanding s. 16.54
15	(2) (a), the department authority shall administer federal funds made available to
16	this state under the Stewart B. McKinney homeless assistance act housing
17	assistance programs, 42 USC 11361 to 11402.
	****Note: Does federal law pose any obstacle to the transfer of the above requirement to WHEDA?
18	Section 54. 704.05 (5) (a) 2. of the statutes is amended to read:

704.05 (5) (a) 2. Give the tenant notice, personally or by ordinary mail

addressed to the tenant's last-known address, of the landlord's intent to dispose of

the personal property by sale or other appropriate means if the property is not

repossessed by the tenant. If the tenant fails to repossess the property within 30 days

after the date of personal service or the date of the mailing of the notice, the landlord
may dispose of the property by private or public sale or any other appropriate means.
The landlord may deduct from the proceeds of sale any costs of sale and any storage
charges if the landlord has first stored the personalty under subd. 1. If the proceeds
minus the costs of sale and minus any storage charges are not claimed within $60\mathrm{days}$
after the date of the sale of the personalty, the landlord is not accountable to the
tenant for any of the proceeds of the sale or the value of the property. The landlord
shall send the proceeds of the sale minus the costs of the sale and minus any storage
charges to the department of administration for deposit in the appropriation under
s. 20.143 (2) <u>20.490 (7)</u> (h).

SECTION 55. 961.01 (20g) of the statutes is amended to read:

961.01 (**20g**) "Public housing project" means any housing project or development administered by a housing authority, as defined in s. 560.9801 234.5601 (2).

SECTION 9110. Nonstatutory provisions; Commerce.

- (1) Housing assistance transfer.
- (a) Assets and liabilities. On the effective date of this paragraph, the assets and liabilities of the department of commerce primarily related to the functions of the department under subchapter X of chapter 560, 2009 stats., as determined by the secretary of administration, shall become the assets and liabilities of the Wisconsin Housing and Economic Development Authority.
- (b) Tangible personal property. On the effective date of this paragraph, all tangible personal property, including records, of the department of commerce that is primarily related to the functions of the department under subchapter X of chapter

560, 2009 stats., as determined by the secretary of administration, is transferred to
the Wisconsin Housing and Economic Development Authority.

(c) Contracts. All contracts entered into by the department of commerce in effect on the effective date of this paragraph that are primarily related to the functions of the department under subchapter X of chapter 560, 2009 stats., as determined by the secretary of administration, remain in effect and are transferred to the Wisconsin Housing and Economic Development Authority. The Wisconsin Housing and Economic Development Authority shall carry out any obligations under such a contract until the contract is modified or rescinded by the Wisconsin Housing and Economic Development Authority to the extent allowed under the contract.